

**PALWE PEST CONTROL
PRIVATE LIMITED**

AUDIT REPORT

F.Y. 2019-2020

A.Y. 2020-2021

Auditors

**Ketan K. Kabra & Associates,
Chartered Accountants, Jalgaon.**

Independent Auditor's Report

To The Members of
Palwe Pest Control Private Limited

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of **Palwe Pest Control Private Limited** ("the Company"), which comprise the Balance Sheet as at **March 31, 2020**, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a. in the case of the Balance Sheet, of the state of affairs of the Company as at **March 31, 2020**;
- b. in the case of the Profit and Loss Account, of the profit for the year ended on that date; and
- c. in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in the paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143 (3) of the Act, we report that:
 - a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c. the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;



- d. in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e. on the basis of written representations received from the directors as on March 31, 2020, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020, from being appointed as a director in terms of Section 164 (2) of the Act;
- f. With respect to adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer our separate Report in Annexure - B.
- g. In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
- (i) The Company does not have any pending litigations which would impact its financial position
- (ii) The Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise.
- (iii) There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

For Ketan K. Kabra & Associates,
Chartered Accountants
(FRN: 134758W)



CA Ketan K. Kabra
Proprietor
Membership No: 148056
Place: Jalgaon
Date: July 30, 2020
UDIN: 20148056AAAADP3567

Annexure to the Auditors' Report

The Annexure referred to in our report to the members of **Palwe Pest Control Private Limited** ('the Company') on Financial Statements for the year ended **31st March, 2020**. We report that:

- 1) In respect of fixed assets:
 - (a) The Company is maintaining proper record to show full particulars including, quantitative details and situation of all fixed assets on the basis of available information.
 - (b) We are informed that the company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of three years. In accordance with this programme, certain fixed assets were verified during the period and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to size of the Company and the nature of its assets.
 - (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- 2) In respect of its inventories: As explained to us, the inventories have been physically verified by the Management. In our opinion, the frequency of verification is reasonable and no material discrepancies were noticed on such verification.
- 3) According to the information and explanation given to us, the Company has not granted any loans to the companies, firms, Limited Liability Partnerships or other parties covered in register maintained under section 189 of the companies act, 2013. Accordingly, reporting under clause (a), (b) and (c) of paragraph 3(iii) of the order is not applicable.
- 4) According to the information and explanation given to us, the Company has complied with the provisions of Section 185 and 186 of the Act, with respect to the loans and investments made during the period. The Company has not given any guarantee or provided any securities during the period.
- 5) According to the information and explanation given to us, the Company has not accepted any deposits from the public and accordingly, clause 3(v) of the Order is not applicable.
- 6) As informed to us, the Central Government has not prescribed maintenance of the cost records under section 148(1) of the Companies Act, 2013.
- 7) (a) According to the information and explanations given to us and the records of the company examined by us, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, employee's state insurance, income tax,



service tax, sales tax, tax deducted at source, cess and other material statutory dues applicable to it, there are no such outstanding statutory arrears as at 31st March 2020 for a period of more than six months from the date they become payable.

(b) According to the information and explanations given to us and the record of the company examined by us, there were no statutory dues which have not been deposited on account of any dispute pending.

- 8) According to the records of the company examined by us and information and explanations given to us, the company has not defaulted in repayment of dues to any financial institutions or bank as at the balance sheet date. And Company does not have any loans or borrowings from government or debenture holders during the period.
- 9) The Company did not raise any money by way of initial public offer or future public offer (including debt instruments) and term loans during the period. Accordingly, clause 3(ix) of the Order is not applicable.
- 10) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- 11) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid or provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
- 12) In our Opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, clause 3(xii) of the Order is not applicable.
- 13) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- 14) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the period. Accordingly, clause 3(xiv) of the Order is not applicable.
- 15) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, clause 3(xv) of the Order is not applicable.



16) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, clause 3(xvi) of the Order is not applicable.

For Ketan K. Kabra & Associates,
Chartered Accountants
(FRN: 134758W)



CA Ketan K. Kabra
Proprietor
Membership No: 148056

Place: Jalgaon
Date: July 30, 2020
UDIN: 20148056AAAADP3567

Annexure B to Independent Auditors' Report

Referred to in paragraph 2(f) of the Independent Auditors' Report of even date to the members of Palwe Pest Control Private Limited on the financial statement for the year ended 31 March, 2020

Report on the internal financial controls under clause (i) of sub-section 3 of section 143 of Act

1. We have audited the internal financial controls over financial reporting of Palwe Pest Control Private Limited ('the Company') as of 31 March, 2020 in conjunction with our audit of the financial statement of the Company for the year ended on that date.

Management's responsibility for internal financial controls

2. The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' responsibility

3. Our responsibility is to express an opinion on the company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the 'Guidance Note') and the Standards on Auditing deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit an internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



Meaning of internal controls over financial reporting

6. A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statement for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of internal financial controls over financial reporting

7. Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of change in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Ketan K. Kabra & Associates,
Chartered Accountants
(FRN: 134758W)



CA Ketan K. Kabra
Proprietor
Membership No: 148056
Place: Jalgaon
Date: July 30, 2020
UDIN: 20148056AAAADP3567

PALWE PEST CONTROL PRIVATE LIMITED
Balance Sheet as at March 31, 2020

Particulars	Note No.	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	3	20,40,000	20,40,000
(b) Reserves and Surplus	4	5,25,42,843	4,74,83,217
(2) Share application money pending allotment			
(3) Non-Current Liabilities			
(a) Long-Term Borrowings	5	1,84,948	53,38,344
(b) Deferred Tax Liabilities (Net)	6	29,87,045	24,73,337
(c) Other Long Term Liabilities		-	-
(d) Long Term Provisions	7	9,65,580	7,68,107
(4) Current Liabilities			
(a) Short-Term Borrowings	8	63,23,658	68,53,439
(b) Trade Payables	9	63,68,317	51,30,355
(c) Other Current Liabilities	10	1,03,68,293	63,59,192
(d) Short-Term Provisions	11	16,96,079	20,41,345
		8,34,76,763	7,84,87,336
II. ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets	12		
(i) Gross Block		3,77,52,066	3,71,79,249
(ii) Depreciation		1,42,42,725	1,17,60,450
(iii) Net Block		2,35,09,341	2,54,18,799
(b) Non-Current Investments	13	15,00,000	15,00,000
(c) Deferred Tax Assets (Net)		-	-
(d) Long Term Loans and Advances		-	-
(e) Other Non-Current Assets		-	-
(2) Current Assets			
(a) Current Investments		-	-
(b) Inventories	14	19,18,230	25,63,014
(c) Trade Receivables	15	1,68,18,212	1,82,05,227
(d) Cash and Cash Equivalents	16	23,11,478	29,72,257
(e) Short-Term Loans and Advances	17	26,02,341	16,10,778
(f) Other Current Assets	18	3,48,17,161	2,62,17,261
Total		8,34,76,763	7,84,87,336
Significant Accounting Policies	1 & 2		
Notes to Accounts			

Schedules referred to above and notes attached there to form an integral part of Balance Sheet

This is the Balance Sheet referred to in our Report of even date.

For Ketan K Kabra and Associates
Chartered Accountants

For and on Behalf of Board of Directors of
Palwe Pest Control Private Limited


CA. Ketan K Kabra
Proprietor
Membership No. : 148056
Firm Reg. No.: 134758W
Place: Jalgaon
Date : July 30, 2020
UDIN : 20148056AAAADP3567




Mr. Balasaheb palwe
Director
DIN: 00254811


Mrs. Jayshree Palwe
Director
DIN: 00254085

PALWE PEST CONTROL PRIVATE LIMITED

Profit & Loss Statement for the period ended on March 31, 2020

Particulars	Note No.	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
Revenue from operations	19	5,44,67,486	6,17,91,924
Other Income	20	1,38,507	4,08,727
Total Revenue		5,46,05,993	6,22,00,651
Expenses:			
Purchases	21	1,10,71,267	1,83,57,461
Changes in Inventories of finished goods	22	6,44,784	(7,97,689)
Employee Benefit Expenses	23	2,64,85,922	2,69,48,364
Direct Expenses	24	11,46,206	12,34,723
Finance Cost	25	18,14,282	23,91,754
Depreciation and Amortization Expenses	12	24,82,275	29,06,879
Other Expenses	26	41,27,135	44,13,522
Total Expenses		4,77,71,871	5,54,55,013
Profit before exceptional and extraordinary items and tax		68,34,122	67,45,638
Exceptional Items		-	-
Profit before extraordinary items and tax		68,34,122	67,45,638
Extraordinary Items		-	-
Profit / (Loss) before tax (PBT)		68,34,122	67,45,638
Tax expense:			
(1) Current tax		12,60,789	12,08,151
(2) Deferred tax		5,13,708	7,48,010
Profit(Loss) from the period from continuing operations		50,59,626	47,89,477
Profit/(Loss) from discontinuing operations		-	-
Profit/(Loss) after tax (PAT)		50,59,626	47,89,477
Earning per equity share:			
(1) Basic		24.80	23.48
(2) Diluted		24.80	23.48

Schedules referred to above and notes attached there to form an integral part of Profit & Loss Statement

This is the Profit & Loss Statement referred to in our Report of even date.

For Ketan K Kabra and Associates
Chartered Accountants

For and on Behalf of Board of Directors of
Palwe Pest Control Private Limited

CA. Ketan K Kabra
Proprietor
Membership No. : 148056
Firm Reg. No.: 134758W
Date : July 30, 2020
UDIN : 20148056AAAADP3567



[Signature]

Mr. Balasaheb palwe
Director
DIN: 00254811

[Signature]
Mrs. Jayshree Palwe
Director
DIN: 00254085

PALWE PEST CONTROL PRIVATE LIMITED
Cash Flow Statement for the year ended on 31ST March, 2020

Sn	Particulars	For the Year Ended March 31, 2020		For the Year Ended March 31, 2019	
		Amount	Amount	Amount	Amount
A	CASH FLOW FROM OPERATING ACTIVITIES				
	Net Profit Before Tax		68,34,122		67,45,638
	(+/-) Adjustments for:				
	Depreciation	24,82,275		29,06,879	
	Finance Cost	18,14,282		23,91,754	
	Interest Received	(77,884)		(3,09,065)	
			42,18,673		49,89,567
	Operating Profit before Working Capital Changes		1,10,52,795		1,17,35,205
	Adjustments for:				
	(Increase) / Decrease in Inventories	6,44,784		(7,97,689)	
	(Increase) / Decrease in Trade Receivables	13,87,015		4,28,136	
	(Increase) / Decrease in Short-Term Loans and Advances	(9,91,563)		(9,91,851)	
	(Increase) / Decrease in Other Current Assets	(85,99,900)		(12,66,434)	
	Increase / (Decrease) in Trade Payables	12,37,962		(8,01,422)	
	Increase / (Decrease) in Short-Term Provisions	(3,45,266)		(5,12,046)	
	Increase / (Decrease) in Long-Term Provisions	1,97,473		1,49,664	
	Increase / (Decrease) Other Current Liabilities	40,09,101		(6,17,732)	
			(24,60,395)		(44,09,375)
	Cash generated from operations		85,92,400		73,25,831
	Direct Taxes paid		(12,60,789)		(12,08,151)
	Net Cash flow from Operating activities		73,31,612		61,17,680
B	CASH FLOW FROM INVESTING ACTIVITIES				
	Interest on FDR	77,884		3,09,065	
	(Increase) / Decrease in Fixed Assets	(5,72,817)		(6,87,033)	
	(Increase) / Decrease in Non-current Investment				
			(4,94,933)		(3,77,968)
C	CASH FLOW FROM FINANCING ACTIVITIES				
	Finance Cost	(18,14,282)		(23,91,754)	
	Increase / (Decrease) in Long-Term Borrowings	(51,53,396)		(56,91,944)	
	Increase / (Decrease) in Short-Term Borrowings	(5,29,781)		(3,13,848)	
	Share Capital (Equity Shares Issued)				
	Securities Premium Received				
			(74,97,459)		(83,97,545)
	Net Cash flow from financing activities		(6,60,780)		(26,57,834)
D	Net increase in cash & Cash Equivalents (A+B+C)		29,72,257		56,30,091
E	Cash and Cash equivalents as at 01.04.2019				
F	Cash and Cash equivalents as at 31.03.2020		23,11,478		29,72,257

Particulars	As on	
	31-03-20	31-03-19
Cash in Hand	8,08,220	5,29,885
Cash at Bank	15,03,258	24,42,372
Cash & Cash equivalents as stated	23,11,478	29,72,257

The accompanying notes are an integral part of the financial statements

As per our Report of even date.
For Ketan K Kabra and Associates
Chartered Accountants

CA. Ketan K Kabra
Proprietor
Membership No. : 148056
Firm Reg. No.: 134758W
Place: Jalgaon
Date : July 30, 2020
UDIN : 20148056AAAADP3567



For and on Behalf of Board of Directors of
Palwe Pest Control Private Limited

Mr. Balasaheb palwe
Director
DIN: 00254811



Mrs. Jayshree Palwe
Director
DIN: 00254085

PALWE PEST CONTROL PRIVATE LIMITED
CIN: U24117MH2001PTC131465
FOR YEAR ENDED 31 MARCH 2020

NOTES TO ACCOUNTS

Note 1: GENERAL CORPORATE INFORMATION

Palwe Pest Control Private Limited (PPCPL) is a service provider, rendering pest control and other related services to corporate, societies and household. PPCPL has been in this business since more than 16 years and is a recognized brand in services such as General Pest Control Treatment, Birds Control Treatment, Landscaping services and Export Fumigation to Vessel and Container. The Company incorporated on April 2, 2001 and have registered office at Nashik.

Note 2: SIGNIFICANT ACCOUNTING POLICIES:

A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

These financial statements have been prepared to comply with the Generally Accepted Accounting Principles applicable in India under the historical cost convention on the accrual basis. GAAP comprises of mandatory accounting standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the provisions of the Companies Act, 2013.

Accounting policies have been consistently applied except where specifically stated in financial statement and notes to accounts of the non-conformity with the relevant Accounting Standard. The management evaluates all recently issued or revised accounting standards on an ongoing basis. The financial statements are presented in Indian rupees rounded off to the nearest rupee.

The Company follows the mercantile system of accounting and recognises income and expenditure on accrual basis. Financial statements are based on historical cost. These costs are not adjusted to reflect the impact of change in value in the purchasing power of money.

C. PRIOR PERIOD ITEMS

Expenses relating to earlier period are debited to profit and loss account, if any. As per information and explanation and records kept by the company, the amount of such expenses and incomes are not fully quantifiable.

D. CASH FLOW STATEMENT

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.



E. FIXED ASSETS

Tangible Assets

Tangible Assets are stated at cost net of recoverable taxes, trade discounts and rebates and include amounts added on revaluation, less accumulated depreciation and impairment loss, if any. The cost of Tangible Assets comprises its purchase price, borrowing cost and any cost directly attributable to bringing the asset to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets. All categories of assets costing less than Rs. 5,000/- each and items of soft furnishing are fully depreciated in the year of purchase.

Subsequent expenditures related to an item of Tangible Asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance. Projects under which assets are not ready for their intended use are disclosed under Capital Work-in-Progress.

F. DEPRECIATION, AMORTISATION AND DEPLETION

Tangible Assets

Depreciation on Fixed Assets except Motor Lorries is provided as per the Written Down Value Method (WDV) Method. Depreciation on Motor Lorries is provided as per the Straight Line Method (SLM). Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

In respect of additions or extensions forming an integral part of existing assets and insurance spares, including incremental cost arising on account of translation of foreign currency liabilities for acquisition of Fixed Assets, depreciation is provided as aforesaid over the residual life of the respective assets.

G. IMPAIRMENT

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Statement in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

H. INVESTMENTS

Current investments are carried at lower of cost and quoted/fair value, computed category-wise. Non-Current investments are stated at cost. Provision for diminution in the value of Non Current investments is made only if such a decline is other than temporary.

I. REVENUE RECOGNITION

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured and it is reasonable to expect ultimate collection. The following specific recognition criteria must also be met before revenue is recognized:

Sale of services:

Revenue is measured at the fair value of the consideration received or receivable with respect to the degree of completion of each Service.



Interest:

Interest Income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable. Interest income is included under the head "other income" in the statement of profit and loss.

Dividend:

Dividend income is accounted as and when right to receive dividend is established.

J. TAXATION

1. Income Tax Provisions -

Income Tax provision comprises current tax as per the Income Tax Act, 1961.

2. Deferred tax -

Deferred tax resulting from timing difference between book profit and tax profit is accounted for on the concept of prudence, at prevailing or substantially enacted rate of tax to the extent timing differences are expected to crystallise in case of deferred tax liabilities with reasonable certainty and in case of deferred tax assets with reasonable certainty that there would be adequate future taxable income against which deferred tax assets can be realised.

In case, Minimum Alternate Tax is higher than Tax as per Normal Provisions, Tax is recognized as Asset on mercantile basis and MAT Credit is recognized only when future economic benefit arises in the form of the adjustment of the Income-Tax Liability.

K. PROVISIONS AND CONTINGENT LIABILITIES

All known liabilities till finalization of accounts are provided for except as disclosed in notes to accounts are contingent liability. The company has recognized necessary provisions when there are present obligations that arise out of past events prior to the Balance Sheet date entailing future outflow of economic resources and a reliable estimate can be made of the amount of the obligation. Such provisions reflect best estimates based on available information.

However, a disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

L. EARNINGS PER SHARE

Earnings per share is calculated by dividing the net profit or loss after tax and prior period adjustments attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

M. BORROWING COST

Borrowing costs directly attributable to acquisition, construction or production of qualifying assets till the month in which the asset is ready to use, are capitalized. Other borrowing costs are recognised as expenses in the period in which these are incurred.

N. SEGMENT REPORTING

The Company is doing business in one segment only and therefore Segment Reporting is not applicable to the Company. The Company caters mainly the needs of the Indian Market hence separate geographical segmental information has not been given.



O. LEASES

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the statement of Profit and Loss on a straight-line basis.

P. EMPLOYEE BENEFITS

Post Employment Benefits:

Defined Contribution Plan: The Company contributes on a defined basis to Employee's Provident Fund and Employees State Insurance Schemes which are administered by the respective government authorities and has no further obligation beyond making its contribution which is expensed off in the year to which it pertains.

Defined Benefit Plan: The Company has a defined benefit plan for gratuity covering all of its employees in India. The present value of the obligation under such defined benefit plans is determined based on the independent actuarial valuation.

Short Term Employment Benefits:

All the employee benefits payable within twelve months of rendering services are classified as short term benefits. Such benefit includes salaries, wages, bonus etc. and the same are recognised in the period in which the employee renders the relevant services.



PALWE PEST CONTROL PRIVATE LIMITED

Notes Forming Integral Part of the Balance Sheet as at 31st March 2020

Note: 3 Share Capital

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
1	Authorized Capital 2,05,000 (PY : 1,25,000) Equity Shares of Rs.10/- each	20,50,000	20,50,000
		20,50,000	20,50,000
2	Issued, Subscribed & Paid Up Capital 2,04,000 (PY : 1,20,000) Equity Shares of Rs.10/- each, fully paid up.	20,40,000	20,40,000
	Total	20,40,000	20,40,000

Footnote:

(a) The company has only one class of shares referred to as equity shares having a par value of Rs. 10/- each. Each holder of equity shares is entitled to one vote per share and dividend in Indian rupees, if proposed by the Board of Directors, which is subject to the approval of the shareholders in the ensuing Annual General Meeting.

(b) In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held at the time of commencement of winding-up.

(c) The Shareholders have all other rights as available to equity shareholders as per the provisions of The Companies Act, 2013, read together with the Memorandum of Association and Articles of Association of the Company, as applicable.

(d) The reconciliation of the numbers of shares outstanding and amount of share capital as at year end is

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
	Shares at the beginning of the Year	2,04,000	2,04,000
	Shares issued during the year	-	-
	Shares bought back during the year	-	-
	Total equity shares at the end of the Year	2,04,000	2,04,000

(e) Details of Shareholder holding more than 5% shares

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
1	Seven Hills Beverages Ltd CY 1,03,000 (PY : 1,03,000) Equity Shares	50.49%	50.49%
2	Balasaheb Palwe CY 52,000 (PY : 52,000) Equity Shares	25.49%	25.49%
3	Jayshree Palwe CY 22,700 (PY : 22,700) Equity Shares	11.13%	11.13%
3	Sandeep Palwe CY 26,300 (PY : 26,300) Equity Shares	12.89%	12.89%



PALWE PEST CONTROL PRIVATE LIMITED

Notes Forming Integral Part of the Balance Sheet as at 31st March 2020

Note: 4 Reserve and surplus

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
1	General Reserve	3,59,42,843	3,08,83,217
	Balance brought forward from previous year	3,08,83,217	2,71,30,935
	Less: Tax adjusted in Reserves owing to MAT in Previous Year	-	10,37,195
	Add: Profit for the period	50,59,626	47,89,477
2	Securities Premium	1,66,00,000	1,66,00,000
	Opening Balance	1,66,00,000	1,66,00,000
	Add: Received by Rights Issue	-	-
	Total	5,25,42,843	4,74,83,217

Note: 5 Long term Borrowings

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
1	Secured Loans	1,84,948	53,38,344
	Loan from Banks & Financial Institutions		
	Term Loan For Ghantagadi	-	47,10,424
	Term Loan For Vehicle (refer note no. 5.1)	1,84,948	2,80,913
	Term Loan Against Vehicle	-	3,47,007
	Total	1,84,948	53,38,344

Note No. 5.1

Company had availed a vehicle loan from Bank amounting to Rs. 5,06,000. The loan carries an interest rate of 11.00% per annum and repayable in 60 monthly equal installments. The loan is secured by the vehicles purchased.

Note: 6 Deferred Tax Liabilities (Net)

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
	Opening Balance	24,73,337	17,25,327
	Add: Deferred Tax Liabilities arising on account of temporary differences	5,13,708	7,48,010
	Closing Balance	29,87,045	24,73,337
	Total	29,87,045	24,73,337



PALWE PEST CONTROL PRIVATE LIMITED**Notes Forming Integral Part of the Balance Sheet as at 31st March 2020****Note: 7 Long term Provisions**

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
1	Non-funded : Provision for Gratuity	9,65,580	7,68,107
	Total	9,65,580	7,68,107

Note: 8 Short Term Borrowings

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
1	<u>Secured</u>		
(i)	Cash Credit (Refer Note 8.1)	70,463	59,600
(ii)	Overdraft Account	25,69,821	54,20,789
2	<u>Unsecured</u>		
	Borrowings from Related Parties	36,83,374	13,73,050
	Total	63,23,658	68,53,439

Note 8.1:

Secured by Hypothecation of Stock of Raw Materials, WIP, Finished Goods and Packing Material etc. and entire the Book Debts of the Company.

Note: 9 Trade Payables

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
	Dues to Micro, Small and Medium Enterprises	-	-
	Others	63,68,317	51,30,355
	Total	63,68,317	51,30,355

Note 9.1:

(a) Trade payables include Rs. Nil (As at 31st March, 2020: Rs. Nil) due to micro, small and medium enterprises registered under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED).

(b) The Company is in the process of compiling relevant information from its suppliers about their coverage under the Micro, Small and Medium Enterprises Development Act, 2006. As the Company has not received any intimation from its suppliers as on date regarding their status under the above said Act and hence disclosures if any relating to amounts unpaid as at year end together with the interest paid /payable as required under the said Act have not been given.



PALWE PEST CONTROL PRIVATE LIMITED
Notes Forming Integral Part of the Balance Sheet as at 31st March 2020

Note: 10 Other Current Liabilities

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
1	Statutory Dues		
	Goods and Services Tax	-	4,56,235
	TDS Payable	4,35,762	2,10,875
2	Current Maturities of Long Term Debt		
(i)	Term Loan For Vehicle	95,960	96,286
(ii)	Term Loan Against Vehicle	21,61,364	8,24,264
(iii)	Term Loan For Ghantagadi	30,69,619	47,71,532
3	Arrears		
	Salary Arrears, Bonus, Leave encash paid NMMC	45,96,344	-
4	Advance from Debtors	9,244	-
	Total	1,03,68,293	63,59,192

Note: 11 Short Term Provisions

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
1	Income Tax Payable	85,530	5,823
2	Provision For Employee Benefits		
	Salaries and Wages	3,50,238	4,33,348
	Directors Remuneration	9,54,872	13,09,058
	Contribution to ESIC	37,320	61,564
	Contribution to PF	1,86,486	1,80,070
3	Others		
	Electric Bill Expenses	-	5,350
	Telephone and Mobile Expenses	9,633	4,132
	Office Rent	13,000	12,500
	Audit Fees Payable	59,000	29,500
	Total	16,96,079	20,41,345



PALWE PEST CONTROL PRIVATE LIMITED
Notes Forming Integral Part of the Balance Sheet as at March 31, 2020

Note 12 : Fixed Asset

Sr. No.	Particulars	Gross Block				Depreciation				Net Block	
		Value at the beginning	Additions during the year	Deductions during the year	Value at the end	Value at the beginning	Charge for the year	Depreciation write back	Value at the end	WDV as on 31.03.20	WDV as on 31.03.19
I	Tangible Assets										
1	Office building	1,47,42,361	-	-	1,47,42,361	29,19,196	5,81,019	-	35,00,215	1,12,42,146	1,18,23,165
2	Plant and machinery	14,60,159	2,03,567	-	16,63,726	8,85,167	1,20,480	-	10,05,647	6,58,079	5,74,992
3	Computers & softwares	6,98,962	19,250	-	7,18,212	6,30,438	39,923	-	6,70,361	47,851	68,524
4	Furniture and fixtures	27,03,210	-	-	27,03,210	20,81,110	1,55,674	-	22,36,784	4,66,426	6,22,100
5	Vehicles	1,75,74,557	3,50,000	-	1,79,24,557	52,44,538	15,85,179	-	68,29,717	1,10,94,840	1,23,30,019
	TOTAL	3,71,79,249	5,72,817	-	3,77,52,066	1,17,60,450	24,82,275	-	1,42,42,725	2,35,09,341	2,54,18,799
II	Intangible Assets	-	-	-	-	-	-	-	-	-	-
	SUB TOTAL (B)	-	-	-	-	-	-	-	-	-	-
III	Capital work in progress										
1	Building Under Construction	-	-	-	-	-	-	-	-	-	-
	SUB TOTAL (C)	-	-	-	-	-	-	-	-	-	-
IV	Intangible Assets Under Development										
	SUB TOTAL (D)	-	-	-	-	-	-	-	-	-	-
	TOTAL (A) + (B)	3,71,79,249	5,72,817	-	3,77,52,066	1,17,60,450	24,82,275	-	1,42,42,725	2,35,09,341	2,54,18,799
	(Previous Year)	3,64,92,216	6,87,033	-	3,71,79,249	88,53,572	30,81,415	1,74,536	1,17,60,450	2,54,18,799	2,76,38,644



PALWE PEST CONTROL PRIVATE LIMITED
Notes Forming Integral Part of the Balance Sheet as at March 31, 2020

Note: 13 Non Current Investment

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
1	Contribution for Keyman Insurance Policy	15,00,000	15,00,000
	Total	15,00,000	15,00,000

Note: 14 Inventories

Sr. No.	Particulars	As at 31 March, 2020	As at 31 March, 2019
1	Finished Goods	19,18,230	25,63,014
	Total	19,18,230	25,63,014

Note: 15 Trade Receivables

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
(a)	Trade receivable outstanding for a period not exceeding six months from the date they were due for payment	-	-
	Secured, Considered Good	1,68,18,212	1,82,05,227
	Unsecured, Considered Good	-	-
	Doubtful	1,68,18,212	1,82,05,227
	Less: Provision for doubtful receivable	-	-
		1,68,18,212	1,82,05,227
	Total	1,68,18,212	1,82,05,227

Note: 16 Cash & Cash Equivalent

Sr. No.	Particulars	As at 31 March, 2020	As at 31 March, 2019
1	Cash on Hand	8,08,220	5,29,885
	Sub Total (A)	8,08,220	5,29,885
2	Balance With Banks	2,61,641	11,97,048
	In current account	12,41,617	12,45,324
	Fixed Deposit	15,03,258	24,42,372
	Sub Total (B)	15,03,258	24,42,372
	Total	23,11,478	29,72,257



PALWE PEST CONTROL PRIVATE LIMITED
Notes Forming Integral Part of the Balance Sheet as at March 31, 2020

Note: 17 Short Term Loans & Advances

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
1	(Unsecured, Considered good, unless specified otherwise) Deposits	23,52,341	13,39,157
	MSEB Deposit	3,850	3,850
	Office Deposits	34,000	34,000
	Security Deposits	3,44,061	2,60,582
	Tender Deposits	19,70,430	10,40,725
2	Loans & Advances	2,50,000	2,71,621
	- Advances to Employees	2,50,000	2,71,621
	Total	26,02,341	16,10,778

Note: 18 Other Current Assets

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
1	Balance with Government Authorities		
	TDS	-	-
	VAT Receivable	-	9,68,531
	GST Credit	11,951	-
	MAT Credit	2,88,180	4,08,531
2	Advance Received from Suppliers	4,86,040	20,649
3	Other Advances		
	- Refundable Deposit Against Immovable Property	1,86,00,000	1,86,00,000
	- Business Advance	1,54,30,990	62,19,550
	Total	3,48,17,161	2,62,17,261



PALWE PEST CONTROL PRIVATE LIMITED
Notes forming part of the Profit & Loss Statement as at March 31, 2020

Note: 19 Revenue from operations

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
1	Revenue from Operations	4,96,20,086	5,53,28,724
2	Pest Control Services	48,47,400	64,63,200
	Vehicle Leasing Charges		
	Total	5,44,67,486	6,17,91,924

Note: 20 Other income

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
1	Discount Received	16,000	99,595
2	Bank FDR Interest	77,884	65,120
3	Income tax refund	35,440	-
4	Rounding/off	961	67
6	Interest On Advance Given	-	2,43,945
7	Other Income	8,222	-
	Total	1,38,507	4,08,727

Note: 21 Cost of Materials Consumed

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
1	Purchase of Materials	1,10,71,267	1,83,57,461
	Total	1,10,71,267	1,83,57,461

Note: 22 Change in Inventories

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
	Opening Stock	25,63,014	17,65,325
	Less: Closing Stock	19,18,230	25,63,014
	Total	6,44,784	(7,97,689)

Note: 23 Employee Benefit Expenses

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
1	Salaries and Wages	2,00,86,982	2,02,10,802
2	Directors Remuneration	32,40,000	32,40,000
3	Contribution to ESIC	5,36,399	7,26,960
4	Contribution to PF	22,03,502	21,33,607
5	Staff Welfare Expenses	2,21,566	4,87,331
6	Gratuity (Non funded)	1,97,473	1,49,664
	Total	2,64,85,922	2,69,48,364



PALWE PEST CONTROL PRIVATE LIMITED

Notes forming part of the Profit & Loss Statement as at March 31, 2020

Note: 24 Direct Expenses

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
1	Fuel Expenses	8,26,532	8,36,477
2	Transport Expenses	1,52,466	46,718
3	Consumables	1,67,208	3,51,528
	Total	11,46,206	12,34,723

Note: 25 Finance Cost

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
1	Bank charges	66,581	52,388
2	Interest paid to Banks	17,47,701	23,39,366
	Total	18,14,282	23,91,754

Note: 26 Other Expenses

Sr. No.	Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
1	Payment to Auditors as		
	a) Auditor	29,500	29,500
	b) For Taxation Matters	-	-
2	Courier & Postage Expenses	1,24,560	1,27,966
3	Electricity Expenses	1,68,590	1,81,790
4	Government Duties & Taxes	3,51,696	62,888
5	Mobile & Telephone Expenses	85,664	1,55,278
6	Office Expenses	7,23,352	7,49,454
7	Printing & Stationery Expenses	1,93,143	2,15,545
8	Professional Fees & Charges	1,13,000	1,43,474
9	Rate Difference & Penalties	5,84,296	8,35,208
10	Rent, Rates and Taxes	4,27,950	4,94,400
11	Repairs & Maintenance	3,15,599	5,68,510
12	Sales Promotion Expenses	3,82,322	4,60,838
13	Tender Expenses	2,71,815	1,68,810
14	Travelling Expenses	3,55,648	2,19,862
	Total	41,27,135	44,13,522



Note : EMPLOYEE BENEFITS

As per Accounting Standard 15 "Employee Benefits", the disclosures of Employee benefits as defined in the said Accounting Standards are given below:

A) Defined Benefit Plan

The Company's Defined Benefits Plan includes Gratuity. Accordingly related disclosure are as under :

Sr.No.	Particulars	Gratuity (Rs)
I	Assumptions	
(a)	Discount Rate	6.80%
(b)	Salary Escalation	7.00%
II	Changes in present value of obligations	
(a)	Present value of obligations as at the beginning of year	7,68,107
(b)	Interest cost	52,231
(c)	Current Service Cost	1,04,855
(d)	Benefits Paid	-
(e)	Actuarial (gain)/loss on obligations	40,387
(f)	Present value of obligations as at the end of year	9,65,580
III	Changes in the fair value of plan assets	
(a)	Fair value of plan assets at the beginning of year	-
(b)	Expected return on plan assets	-
(c)	Contributions	-
(d)	Benefits paid	-
(e)	Actuarial gain on Plan assets	-
(f)	Fair value of plan assets at the end of year	-
IV	Fair value of plan assets	
(a)	Fair value of plan assets at the beginning of year	-
(b)	Actual return on plan assets	-
(c)	Contributions	-
(d)	Benefits Paid	-
(e)	Fair value of plan assets at the end of year	-
(f)	Funded status	-
(g)	Excess of Actual over estimated return on plan assets (Actual rate of return = Estimated rate of return as ARD falls on 31st March)	-
V	Actuarial (Gain)/Loss recognized	
(a)	Actuarial (gain)/loss for the year -Obligation	-
(b)	Actuarial (gain)/loss for the year - plan assets	-
(c)	Total (gain)/loss for the year	-
(d)	Actuarial gain recognized in the year	-
VI	The amounts to be recognized in the balance sheet and statements of Profit and Loss	
(a)	Present value of obligations as at the end of the year	9,65,580
(b)	Fair value of plan assets as at the end of the year	-
(c)	Funded status	-
(d)	Net (liability)/asset recognized in balance sheet	(9,65,580)
VII	Expenses Recognised in statement of Profit & Loss	
(a)	Current Service cost	1,04,855
(b)	Interest Cost	52,231
(c)	Expected return on plan assets	-
(d)	Net Actuarial gain recognised in the year	40,387
(e)	Expenses recognised in statement of Profit & Loss Account	1,97,473

Note : The above information have been given based on information provided by the Actuary in the actuarial valuation report



NOTES TO ACCOUNTS

1. Contingent liability –

Particulars	For year ending 31.03.2020	For year ending 31.03.2019
Guarantee given on behalf of the company	NIL	NIL
Letter of credit / Bank Guarantee opened in favour of the company	NIL	NIL
Claims against company and not acknowledged by company as debt	NIL	NIL
Commitment – estimated amounts of contract remaining to be executed for capital expenditure (for land and building and plant & machinery)	NIL	NIL

Sr. No.	Name of Statute	Nature of Dues	Amount (Rs.)	Period to which the amount relate	Forum where dispute is pending
1	Not Applicable		NIL		

Other disclosures –

2.1 Expenditure in foreign currency during the financial year on account of:

Particulars	For year ending 31.03.2020	For year ending 31.03.2019
Royalty/know-how	NIL	NIL
Professional and consultation fees	NIL	NIL
Interest	NIL	NIL
Others (traveling and membership fees)	NIL	NIL

2.2 Earnings in foreign exchange

Particulars	For year ending 31.03.2020	For year ending 31.03.2019
Export of goods	NIL	NIL
Royalty/know-how/ Professional fees	NIL	NIL
Interest and dividend/Other Income	NIL	NIL

3. Directors remuneration –

Particulars	For year ending 31.03.2020	For year ending 31.03.2019
Salaries	32,40,000	32,40,000
Perquisites – valued as per IT Act	NIL	NIL
Total	32,40,000	32,40,000



A. Disclosure pursuant to Accounting Standard (AS) 18 Related Party Disclosures :
As per Accounting Standard 18 on related party disclosure issue by the Institute of Chartered Accountants of India, the Company's related parties are disclosed below:

(i) Key Managerial Personnel

For the year ended March 31,	
2020	2019
Sandeep Palwe	Sandeep Palwe
Jayashree Palwe	Jayashree Palwe
Balasaheb Palwe	Balasaheb Palwe

(ii) Relatives of KMPs

For the year ended March 31,	
2020	2019
Charushila Lathi	Charushila Lathi
Nayan Palwe	Nayan Palwe
Vasanti Palwe	Vasanti Palwe

(iii) Parent/ Associates / Enterprises over which directors and / or their relatives has significant influence

For the year ended March 31,	
2020	2019
Galactico Corporate Services Limited	Galactico Corporate Services Limited
Instant Finserve Private Limited	Instant Finserve Private Limited
Seven Hills Beverages Limited	Seven Hills Beverages Limited
Constro Solutions Limited	

(iv) Particulars of Transactions with Related Parties

Key Management Personnel

Particulars	For the year ended March 31,	
	2020	2019
Mr Balasaheb Palwe		
1. Finance -Loan Taken		
Opening Outstanding	7,643	7,30,000
Loan Taken in the year	24,85,000	16,10,000
Repayment of Loan	22,42,183	23,32,357
Closing Outstanding	2,50,460	7,643
2. Finance -Advance Given		
Opening Outstanding	1,86,00,000	1,86,00,000
Deposit Given in the year	-	-
Repayment of Deposit	-	-
Closing Outstanding	1,86,00,000	1,86,00,000
3. Salary	12,00,000	12,00,000



Mrs. Jayashree Palwe			
1. Finance -Loan Taken			
Opening Outstanding		27,689	32,289
Loan Taken the year		5,20,000	1,50,000
Repayment of Loan		5,41,829	1,54,600
Closing Outstanding		5,860	27,689
2. Finance -Advance Given			
Opening Outstanding		-	-
Advance Given in the year		40,40,000	-
Repayment of Advance		-	-
Closing Outstanding		40,40,000	-
3. Salary			
		10,20,000	10,20,000
Mr. Sandeep Palwe			
1. Finance -Loan Taken			
Opening Outstanding		36,918	3,12,418
Loan Taken In the Year		60,000	75,778
Repayment of Loan		96,750	3,51,278
Closing Outstanding		168	36,918
2. Salary			
		10,20,000	10,20,000

Relatives of KMPs

Particulars	For the year ended March 31,	
	2020	2019
Mr Nayan Palwe		
1. Finance - Loan Taken		
Opening Outstanding	1,70,000	1,37,724
Loan Taken In the Year	1,50,000	6,80,000
Repayment of Advances	3,20,000	6,47,724
Closing Outstanding	-	1,70,000
2. Salary	8,40,000	8,00,000
3. Advance against Salary	1,95,000	-
Mrs Vasanti Palwe		
1. Finance - Loan Taken		
Opening Outstanding	11,30,800	11,30,800
Loan Taken In the Year	-	-
Repayment of Advances	-	-
Closing Outstanding	11,30,800	11,30,800
2. Salary	8,40,000	8,00,000

Associate Companies / Entities

Particulars	For the year ended March 31,	
	2020	2019
Seven Hills Beverages Limited		
1. Finance - Business Transactions		
Opening Outstanding	-	13,11,707



Advance taken	-	32,72,000
Repayment of Advance	-	45,83,707
Closing Outstanding	-	-
2. Finance - Loan Taken		
Opening Outstanding	-	-
Loan taken	63,13,462	-
Repayment of Loan	40,17,376	-
Closing Outstanding	22,96,086	-

B. Disclosure pursuant to Accounting Standard (AS) 20 Earnings Per Share :

Sr. No.	Particulars	As at 31.03.2020	As at 31.03.2019
1	Profit/(Loss) after tax attributable to Equity Shareholders (Rs.)	50,59,626	47,89,477
2	Extraordinary Items (Net of tax expense)	-	-
3	Profit/(Loss) after tax but before extraordinary items (net of tax) attributable to Equity Shareholders (Rs.)	50,59,626	49,89,477
4	Weighted average number of Equity shares outstanding during the year (Nos.)	2,04,000	2,04,000
5	Nominal Value of Equity Share (Rs.)	10	10
6	Earnings Per Share before extra ordinary items net of tax (Rs.)		
	-Basic	24.80	23.48
	-Diluted	24.80	23.48
7	Earnings Per Share after extra ordinary items net of tax (Rs.)		
	-Basic	24.80	23.48
	-Diluted	24.80	23.48

C. Disclosure pursuant to Accounting Standard (AS) 22 Taxes on Income:

The company has recognised Deferred Tax Liability, which results from the timing difference between Book Profit and Tax Profits for the period aggregating Rs.5,13,708/- in Profit and Loss Account for the current year, the details of which are as under:

Particulars	As on 31.03.2020	As on 31.03.2019
In respect of Depreciation	(5,13,708)	(7,48,010)
Net (Deferred Tax Liability) / Asset	(29,87,045)	(24,73,337)

D. Disclosure required under the Micro, Small and Medium Enterprises Development Act, 2006:

The company has not maintained the records and details of its suppliers regarding their status as Micro, Small and Medium Enterprises as defined under "Micro, Small and Medium Enterprises Development Act, 2006 ". Since the details are not available in this regards it is not possible for us to give necessary disclosures required.



4. Auditors remuneration includes –

Particulars	For year ending 31.03.2020	For year ending 31.03.2019
For Statutory Audit	29,500	25,000
Total	29,500	25,000

5. In terms of AS -3 Cash Flow Statement is annexed separately.

6. Owing to the unprecedented and extraordinary situation arising due to the COVID -19 pandemic, the Government of India & the State Government of Maharashtra imposed a lockdown in various parts of the country and the State starting 22nd March 2020, which continued well into the first half of the year 2020-21. Material Impact of CoVID-19 pandemic on Palwe Pest Control Private Limited is annexed below:

Ability to maintain operations including the factories/units /office spaces functioning and closed down	As per Government Directives, offices were closed down from March 24, 2020. The Pest Control service was continued as it was categorized in essential services whereas the fumigation service was closed down. Lockdown has adversely affected business, productivity and liquidity of business.
Schedule, if any, for restarting the operations	It is in consensus with Guidelines of Local Authorities regarding resuming working
Steps taken to ensure smooth functioning of operations	Sanitization of workspace has been carried out and measures relating to social distancing, use of masks, face shields, etc. is strictly adhered to.
Estimation of the future impact of CoVID-19 on its operations	Sanitization of workspace has been carried out and measures relating to social distancing, use of masks, face shields, and Sanitizers etc. is strictly adhered to.
Details of impact of COVID-19 on. listed entity's -	Though it is not quantifiable, but this pandemic is certainly going to adversely impact business causing reduction of turnover and profitability.
1) Capital and financial resources	Banking and Capital arrangements are not hampered as such.
2) Profitability & liquidity position	Adverse impact on both aspects
3) Ability to service debt and other financing arrangements	It will be delayed than usual payment cycle.
4) Assets	No impact on the assets
5) Other impacts	Some impacts are not quantifiable and still not ascertained.

The financial statements have been prepared on going concern basis as the management after evaluating both the business and liquidity risks arising out of the changed environment caused by COVID-19 Pandemic is of the firm opinion that it has not impaired in any manner the Company's ability to continue as a going concern.



7. Previous year's figures have been regrouped to make them comparable with the current year's figures.

SIGNATORIES TO NOTES TO ACCOUNTS

For Ketan K. Kabra & Associates,
Chartered Accountants
(Registration No. 134758W)



CA Ketan K. Kabra
Proprietor
Membership No.: 148056

For and on behalf of the Board of Directors

A handwritten signature in blue ink, appearing to be 'B. Palwe'.

Balasaheb Palwe
Director
DIN: 00254811

A handwritten signature in blue ink, appearing to be 'J. Palwe'.

Jayshree Palwe
Director
DIN:00254085

Place: Jalgaon
Date: July 30, 2020
UDIN: 20148056AAAADP3567